Approved For Release 2006/11/04 GIA-RDP81B00878R000400240008 FIC R
2 File L
Letter Contract No. 130-57 USAF

28 August 1956

Lookheed Mircraft Corporation Burbank, California

SAPC-9147 Copy 3 of ₹ 6

Gentlemen:

1. An order is hereby placed with year, effective 15 July 1956, to furnish to the Government through 30 June 1957, pursuent to instructions of the Contracting Officer hereunder, the following services:

(a) Recruit, train, and supply services of approximately Technical Representatives to provide technical assistance to the Government respecting the maintenance of the U-2 aircraft.

25X1 (b) Conduct familiarization training of approximately Government personnal representing maintenance of U-2 aircraft, (in approximately 10 classes commencing about August 1956 and completing about April 1957).

5 (c) Supply services of approximately Contractor Technicians to render warehouse assistance for approximately five (5) months. Said services shall be made available to the Government and shall be performed by such Technicians at a place (or places) inside the continental limits of the United States as designated by the Government including a place (or places) retaids the continental limits of the United States for the services covered by paragraph (a) above.

The services to be performed hereunder by the Contractor and by the Contractor's personnel contracted for hereunder, the conditions under which such services are to be performed, the number and types of personnel to be furnished by the Contractor hereunder, the basic rates of pay applicable to performance of such services by the Contractor's personnel, and the nature of other direct easts, and the provisions for indirect costs, are hereby agreed to be those (1) made known to Contrastor's representatives by representatives of the Government and recorded in correspondence and tentative agreements between the parties hereto with respect to requirements of the Government for much survices and (ii) made known to the Government by the Contractor with respect to estimates of direct costs and indirect costs applicable hereunder and recorded in correspondence and tentative agreements between the parties hereto with respect to probable costs of such services.

Except as otherwise expressly provided to the contrary herein. you are directed, upon your acceptance of this order, to proceed immediately to prepare the necessary meterials and supplies and to process and assign the necessary qualified personnel, and to do all other things necessary to expeditiously and promptly make svailable to the Government, at the time and place (or places) designated, the services of the qualified technicians and other personnel contracted for hereunder.

- 3. By your acceptance hereof, you undertake without delay to proceed to negotiate a definitive contract with the Government in accordance with the discussions which may have heretofore taken place, the terms and conditions of which may not be at variance with the provisions of this order. It is expected that we can reach agreement on such a definitive contract by approximately 15 October 1956. The failure of either party not to do so by that date will not in any way effect performance hereunder. The Contractor shall prepare a further detailed explanation of the existing proposal and submit such other information as may be needed to enable the parties hereto to negotiate a definitive contract.
- 4. You are not authorized to expend or obligate in furtherence of your performance hereunder more than 25X1
- 5. The definitive contract contemplated hereunder is a Government fiscal year service type contract providing for (i) a fixed man-month rate for services rendered hereunier, with a separate man-month rate to be negotiated for each classification of services involved and a fixed price for the training program, or (ii) a tentative price for the training program, but subject to price redstermination, particularly with reference to support items such as supplies, design and construction of training aids etc. Such redstermination to be conducted during the life of the contract work as feasible or appropriate. Fending the negotiation of a definitive centract, the Contractor will for purposes of progress payments, submit cests based on the salary rates, indirect costs, and other direct costs as submitted in the Contractor's proposal of 23 July 1956.
- 6. Pending the execution of a definitive contract, any termination by the Government will be governed by the standard termination provisions of the Armed Services Procurement Regulations as modified by security requirements and the particular executances of this order.
- 7. The Government shall have the option of renewing this letter Contract, or subsequent definitive contract, for the period 1 July 1957 to 30 June 1958, subject to the swallability of funds for this purpose for the fiscal year 1958.
- Progress payments will be made as the services are rendered upon the presentation of invoices showing the costs incurred and changeable to this Letter Contract. Such invoices shall not be presented more frequently than once each month, unless more frequent presentation is approved by the Contracting Officer. Such progress payments shall be made to the extent of ninety (90) percent of the amount of such involces. The aggregate smunt of progress payments 25X1 made to you hereunder shall not exceed made to you hereunder shall not exceed If the Government shall make any progress payments to you hereunder, the title to all materials, parts, assemblies, sub-semblies, supplies, equipment, and all other property, theretofore or thereafter purchased, constructed or otherwise adquired by you for the performance of the Letter Contract. shall sutometically pass to and vest in the Government. Such passage and vesting of title shall neither ispair any rights of the Government hereunder, nor relieve you of any of your obligations nor deprive you of any of your rights hereunder.

Approved For Release 2006/11/04: CIA-RDP81B00878R000400240008-8

- 9. It is contemplated that this order will be governed by standard clauses utilized in other contracts between your company and the Government. Public policy provisions required by law, regulation, or executive order will similarly apply. Exceptions thereto, to the extent required by the security considerations of the work being performed hereunder and the program to which it relates, may be made, as necessary.
- details of the work being performed hereunder or (ii) any information whatsoever with respect to the existence of this contract or the department of the Government sponsoring this contract and the work thereunder to any person or to any department of the Government without the express consent of the Contracting Officer hereunder or his duly authorised representative for security matters.
- Il. Title to all Government furnished property shall remain in the Government and shall be so identified while in the possession of the Contractor, as directed by the Contracting Officer.
- 12. You will report to the fovernment at periodic intervals as to the progress being made hereunder.
- 13. Upon signature by you and return of the original and one copy of this letter, it will constitute a contract on the terms set forth herein. Only one copy will be retained in your files under such security conditions as the Government may impose. Copies will not be made without the Government's permission.

Contracting Officer
25X1
Distribution: Orig - SC-57
2 - Contractor 3 - Comptroller 4 - Air Force
5 - Air Force 6 - Chrono